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The U.S. services sector barely grew in May as new orders slowed, pushing a measure of prices paid by businesses for inputs to a three-year low, which could aid the Federal Reserve's fight against inflation. Meanwhile, factory orders rose for a second straight month in April, but aside from a jump in orders for national defense, overall manufacturing activity was soft, in keeping with private survey data showing the sector now in a prolonged downturn. The Institute for Supply Management (ISM) said on Monday its non-manufacturing PMI fell to 50.3 last month from 51.9 in April. A reading above 50 indicates growth in the services industry, which accounts for more than two-thirds of the economy. Economists polled by Reuters had forecast the non-manufacturing PMI would edge up to 52.2. Though the PMI remains above the 49.9 level, which the ISM says over time indicates growth in the overall economy, last month's slowdown heightened the risks of a recession.

U.S. economy adds 339,000 jobs in May

U.S. employers unexpectedly increased hiring in May, although wage growth eased, in one of the final data points that Federal Reserve officials will have available as they mull over their next rate decision later this month. According to data from the Labor Department's Bureau of Labor Statistics on Friday, the world's largest economy added 339,000 jobs last month, climbing from an upwardly revised reading of 294,000 in April. Economists had seen the figure at 180,000. Meanwhile, the unemployment rate rose to 3.7% from 3.4% in April and average hourly earnings grew by 0.3% after advancing 0.4% month-on-month. On an annual basis, wage growth cooled slightly to 4.3%.

Japan's Q1 GDP growth seen revised up on strong capex

Japan's economy likely grew more than initially estimated in the first three months of this year, thanks to solid investments by manufacturers, a Reuters poll showed. Revised real gross domestic product (GDP) data is expected to show the world's third-largest economy expanded at an annualized rate of 1.9% in the first quarter, higher than a preliminary reading of 1.6%, according to the poll of 18 economists. A forecast 1.3% increase in capital expenditure, larger than the provisional estimate for a 0.9% rise, would be the main driver of upgrade, analysts said. Ministry of Finance data on Thursday showed Japanese firms ramped up spending on plant and equipment in January-March at the fastest rate since 2015.

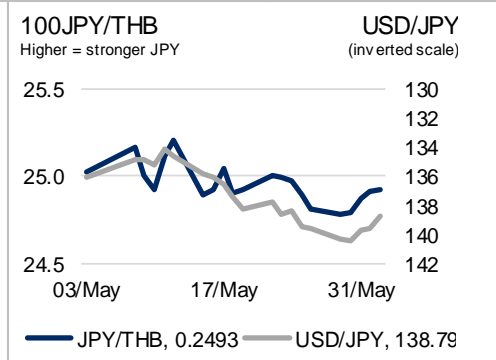
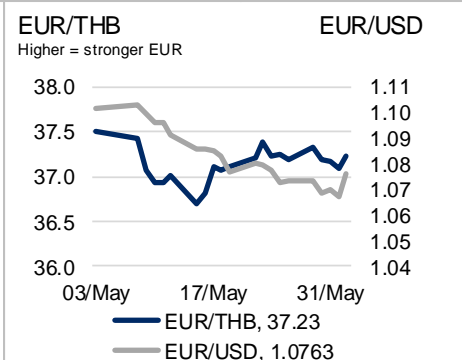
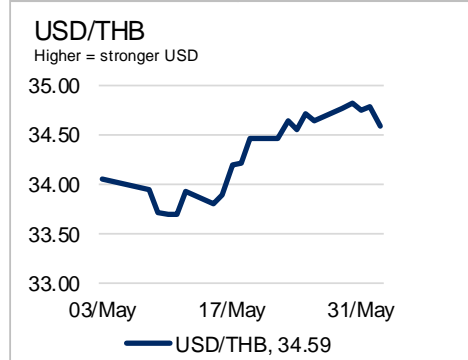
Dollar falls after weak services data

The 10-year government bond yield (interpolated) on the previous trading day was 2.51, +1.10 bps. The benchmark government bond yield (LB31DA) was 2.51, +0.00 bps. LB31DA could be between 2.30-2.80. Meantime, the latest closed US 10-year bond yields was 3.69, +0.00 bps. USDTHB on the previous trading day closed around 34.59 Moving in a range of 34.76-34.82 this morning. USDTHB could be closed between 34.50-35.00 today. The dollar fell on Monday on news that the U.S. services sector barely grew in May as new orders slowed, ending an initial rally sparked by strong jobs growth. The Institute for Supply Management (ISM) said its non-manufacturing PMI fell to 50.3 last month from 51.9 in April. A reading above 50 indicates growth in the services industry, which accounts for more than two-thirds of the economy. Economists polled by Reuters had forecast the non-manufacturing PMI edging up to 52.2. The dollar had risen after the better-than-expected jobs gains boosted expectations the Federal Reserve may continue hiking rates as inflation remains elevated.

Sources : ttb analytics , Bloomberg, CNBC, Trading Economics, Investing, CEIC

SET Index	1,531.2	S&P500	4,273.8	10Y UST	3.69%	Brent	76.1	Gold	1,942.5
2-Jun ▲	0.01	5-Jun ▼	-0.20%	5-Jun ▲	0.0 bps	2-Jun ▲	2.46%	5-Jun ▼	-1.96%

USD/THB 34.59	Daily ▼ -0.52%	EUR/THB 37.23	Daily ▲ 0.37%	JPY/THB 0.2493	Daily ▲ 0.06%
Weekly ▼ -0.49%	Weekly ▼ -0.22%	Weekly ▲ 0.59%	Monthly ▼ -0.73%	Monthly ▲ -0.39%	
Sideways Trend	Monthly ▲ 1.60%	Sideways Trend	Sideways Trend	Sideways Trend	Monthly ▼ -0.39%



Sources: ttb analytics, TMB Treasury, CEIC, ThaiBMA, Bloomberg, CNBC, BBC, Reuters, Bangkokbiznews, FX data: BoI's daily closing rates

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Currency Market

Currency	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Dollar Index		104.39	0.1%	0.4%	2.3%	101.29	104.44
EUR/USD		1.0668	-0.3%	-0.6%	-2.8%	1.0668	1.1047
USD/JPY		139.60	-0.1%	0.0%	1.6%	133.42	140.38
USD/CHF		0.9116	0.4%	0.8%	1.8%	0.8894	0.9116
GBP/USD		1.2418	0.2%	0.6%	-0.6%	1.2336	1.2635
USD/CAD		1.3591	-0.3%	-0.4%	0.3%	1.3362	1.3643
AUD/USD		0.6495	0.0%	-0.2%	-2.3%	0.6495	0.6780
NZD/USD		0.6000	-0.2%	-1.2%	-2.9%	0.6000	0.6362

ASEAN Dollar		103.61	-0.1%	0.6%	2.0%	100.94	103.70
USD/THB		34.77	0.1%	0.4%	1.7%	33.68	34.81
USD/SGD		1.3534	0.0%	0.1%	1.3%	1.3241	1.3554
USD/MYR		4.6163	0.1%	-0.2%	3.5%	4.4348	4.6247
USD/IDR		14,984	0.1%	0.3%	2.2%	14,633	14,984
USD/PHP		56.43	0.0%	0.7%	1.6%	55.37	56.43
USD/CNY		7.1166	0.0%	0.8%	2.6%	6.9103	7.1166
USD/HKD		7.8389	0.0%	0.1%	-0.1%	7.8152	7.8504

FX Swap Market and BoT's Reserves

USTH FX Sp	1M History	Last	%Chg(1D)
1-month		0.00	-0.40
3-month		0.85	-0.28
6-month		1.75	-0.38

Reserves (\$mn)	3M History	Last	\$mn Chg(1W)
Total		220,378	-2212
Gold		15,280	-245
SDR		5,445	-28
IMF Reserves		1,276	-5
Foreign Ccy		198,377	-1935
Net Fwd Position		27,890	-165

Last update: 26/05/2023

Foreign Fund Flows (THB.mn)

Date	Equity	Bond	Total
02/06/2023	602	-579	23
01/06/2023	-3,891	-2,069	-5,960
31/05/2023	-1,988	2,169	181
30/05/2023	-3,064	-3,340	-6,404
29/05/2023	-274	-1,681	-1,955
Last 5 days	-8,615	-5,499	-14,114

	Period-to-date	Equity	Bond	Total
MTD	Month	↓ -3,289	↓ -2,647	↓ -5,937
QTD	Quarter	↓ -44,450	↓ -556	↓ -45,006
YTD	Year	↓ -101,326	↑ 22,236	↓ -79,090

Money Market

THB BIBOR	1M Hist	Last	1M Range		THB FIX	1M Hist	Last	1M Range		USD LIBOR	1M Hist	Last	1M Range	
			Min	Max				Min	Max				Min	Max
ON		1.75	1.50	1.75	ON		1.71	0.80	1.91	ON		0.08	0.07	0.08
1W		1.80	1.52	1.80	1W		1.14	0.50	1.73	1W		0.00	0.00	0.08
1M		1.91	1.55	1.91	1M		1.37	0.52	1.74	1M		0.23	0.09	0.23
2M		1.98	1.59	1.98	2M					2M		0.00	0.00	0.16
3M		2.04	1.64	2.04	3M		1.69	1.07	1.87	3M		0.51	0.15	0.52
6M		2.14	1.77	2.14	6M		1.94	1.21	2.01	6M		0.76	0.22	0.83
12M		2.29	1.94	2.29	12M		2.41	1.53	2.41	12M		1.18	0.35	1.34

Last Updated: 02/06/2023

Last Updated: 09/03/2022

Note: D=d=day; M=mth=month; Y=year; %chg = percentage change; chg = change; USTH FX Sp = USD/THB FX Swap point; \$mn=million US dollar; THB.mn= Thai baht million; Hist=history; THB implied = Thai baht rate that are calculated by FX forward rate; ASEAN Index = value average ASEAN FX Jan2008=100

Fixed Income Market

Fixed Income	1M History	YTM (%)	Bps Chg (1D)	Bps Chg (1W)	Bps Chg (1M)	1M Range	
						Min	Max
UST10y		3.8300	13.00	40.00	2.00	3.30	3.97
Gilt 10y		4.1156	14.76	38.64	72.24	3.10	4.12
Bund 10y		2.4800	3.00	17.00	19.00	2.14	2.76
JGB 10y		0.4320	1.10	3.30	-8.20	0.34	0.53
TGB 1y		2.0135	0.36	1.77	21.09	1.79	2.01
TGB 2y		2.0907	-0.35	-2.52	18.37	1.90	2.12
TGB 5y		2.1994	-0.49	-6.10	4.09	2.13	2.27
TGB 7y		2.3228	-0.59	-10.24	-1.22	2.30	2.44
TGB 10y		2.5124	1.10	-8.04	-0.59	2.47	2.61
AAA Spread		69.19	-0.84	1.10	-4.55	68.09	75.13
AA Spread		79.54	0.08	-0.78	-14.58	79.46	94.47
A Spread		123.91	-2.98	-3.12	-1.27	123.57	128.18
BBB Spread		237.81	-6.69	11.95	12.01	225.58	244.50

Note: UST = US Treasury; Gilt = UK Government Bond; JGB = Japanese Government bond; Bund = German Government Bond; TGB = Thai government Bond; tenors of the bonds are put after their name; bps=basis point; Corporate spreads are Thai and reported in basis points over government bond for the tenors 3-5 years.

Commodity Market

Commodity	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
Brent Crude		#REF!	#REF!	#REF!	#REF!	#REF!	#REF!
London Gold		1962.3	0.1%	-3.3%	5.3%	1,809.1	2,029.6

Note: Unit of Brent crude oil price is \$/barrel; unit of gold price is \$/ounce

Equity Market

Equity Index	1M History	Last	%Chg (1D)	%Chg (1W)	%Chg (1M)	1M Range	
						Min	Max
S&P500 (US)		4,179.8	-0.6%	1.6%	1.5%	4,061.2	4,205.5
STOXX (EU)		462.8	-0.1%	1.5%	0.3%	437.9	464.9
FTSE All-Share(UK)		#REF!	#REF!	#REF!	#REF!	#REF!	#REF!
DAX (DE)		15,984.0	0.9%	0.9%	3.9%	14,967.1	16,224.0
CAC All-Tradable(FR)		5,459.3	0.8%	-0.9%	0.8%	5,265.2	5,642.7
TOPIX (JP)		2,145.8	-0.3%	3.0%	8.0%	1,960.1	2,175.9
Shanghai (CH)		3,367.5	0.2%	-2.9%	-2.2%	3,359.2	3,532.8
Hang Seng (HK)		18,746.9	-3.5%	-5.1%	-11.5%	18,746.9	21,842.3
ASX 200 (AU)		7,154.8	-0.8%	-1.3%	-3.7%	6,965.5	7,530.1
SET (TH)		1,530.8	-0.4%	-2.3%	-8.3%	1,523.9	1,688.4
SET50 (TH)		924.7	-0.5%	-2.7%	-6.7%	910.7	1,004.2
Straits Times (SG)		3,207.4	-0.2%	-0.7%	-2.2%	3,132.4	3,384.3
FTSE Malay (MY)		1,402.5	-0.6%	-1.6%	-4.9%	1,393.8	1,497.6
JSX Index (ID)		6,745.8	0.2%	-0.4%	-1.7%	6,628.1	6,945.5
PSE Index (PH)		6,530.2	-1.3%	-2.2%	-4.6%	6,393.3	7,027.4
Vn Index (VN)		1,063.8	0.2%	0.6%	2.4%	1,037.8	1,086.7

Sources: ttb analytics, CEIC

Note: A = actual, P = previous; C = consensus

Important Disclosures

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